	Application No.	Applicant(s)
Notice of Allowability	09/739,168 Examiner	BUDGE ET AL. Art Unit
	Shervin Nakhjavan	2621
The MAILING DATE of this communication appears on the cover sheet with the correspondence address All claims being allowable, PROSECUTION ON THE MERITS IS (OR REMAINS) CLOSED in this application. If not included herewith (or previously mailed), a Notice of Allowance (PTOL-85) or other appropriate communication will be mailed in due course. THIS NOTICE OF ALLOWABILITY IS NOT A GRANT OF PATENT RIGHTS. This application is subject to withdrawal from issue at the initiative of the Office or upon petition by the applicant. See 37 CFR 1.313 and MPEP 1308.		
1. This communication is responsive to <u>amendment received on 12-16-04</u> .		
2. The allowed claim(s) is/are <u>1-18,20,21 and 23-30</u> .		
3. The drawings filed on are accepted by the Examiner.		
 4. Acknowledgment is made of a claim for foreign priority una a) All b) Some* c) None of the: 1. Certified copies of the priority documents have 2. Certified copies of the priority documents have 3. Copies of the certified copies of the priority documents have International Bureau (PCT Rule 17.2(a)). * Certified copies not received: 	been received. been received in Application No	
Applicant has THREE MONTHS FROM THE "MAILING DATE" of this communication to file a reply complying with the requirements noted below. Failure to timely comply will result in ABANDONMENT of this application. THIS THREE-MONTH PERIOD IS NOT EXTENDABLE.		
5. A SUBSTITUTE OATH OR DECLARATION must be submitted. Note the attached EXAMINER'S AMENDMENT or NOTICE OF INFORMAL PATENT APPLICATION (PTO-152) which gives reason(s) why the oath or declaration is deficient.		
6. X CORRECTED DRAWINGS (as "replacement sheets") must be submitted.		
(a) 🗵 including changes required by the Notice of Draftsperson's Patent Drawing Review (PTO-948) attached		
1) 🖾 hereto or 2) 🔲 to Paper No./Mail Date		
(b) ☐ including changes required by the attached Examiner's Amendment / Comment or in the Office action of Paper No./Mail Date .		
Identifying indicia such as the application number (see 37 CFR 1. each sheet. Replacement sheet(s) should be labeled as such in the		
7. DEPOSIT OF and/or INFORMATION about the deposit attached Examiner's comment regarding REQUIREMENT F	sit of BIOLOGICAL MATERIAL n FOR THE DEPOSIT OF BIOLOGICA	nust be submitted. Note the AL MATERIAL.
Attachment(s) 1. ☑ Notice of References Cited (PTO-892)	5 □ Notice of Informal □	detent Application (DTO 452)
2. ☑ Notice of Draftperson's Patent Drawing Review (PTO-948)	6. ☐ Interview Summary	Patent Application (PTO-152)
	Paper No./Mail Dat	te
3. Information Disclosure Statements (PTO-1449 or PTO/SB/0) Paper No./Mail Date 12-16-04	_	
4. Examiner's Comment Regarding Requirement for Deposit		ent of Reasons for Allowance
of Biological Material	9.	

Page 2

Application/Control Number: 09/739,168

Art Unit: 2621

1. Applicant's arguments, see Remarks pages 15-20, filed 12-16-04, with respect to Beck et al. (US 6,256,756) not teaching *vector quantization* step of claims 1-9, 11, 12-18, 20, 21, 23, 24, 25 have been fully considered and are persuasive. The rejection of claims 1-25 has been withdrawn.

REASONS FOR ALLOWANCE

2. The following is an examiner's statement of reasons for allowance: claims 1-18, 20, 21 and 23-30 are allowed because, while the prior art of record, Zador et al. (US 6,865,291), teaches the limitations of claims 1, 11, 12, 16, 18, 20, 23 and 25 substantially including encoding and decoding of wavelet decomposed digital image comprising encoding the LL or DC subband of the decomposed image to generate a lossless encoded image however, Zador fails to specifically teach *Vector Quantization of all the other non-DC or non-LL subbands based on a zerotree process* to thereby obtain a *lossy* encoded portion of the image combined with other features and elements of the claims.

Any comments considered necessary by applicant must be submitted no later than the payment of the issue fee and, to avoid processing delays, should preferably accompany the issue fee. Such submissions should be clearly labeled "Comments on Statement of Reasons for Allowance."

Contact information

3. Any inquiry concerning this communication or earlier communications from the examiner should be directed to Shervin Nakhjavan whose telephone number is (571)

Application/Control Number: 09/739,168

Art Unit: 2621

272-7395. The examiner can normally be reached on Monday through Friday from 8:00 am to 5:30 pm. If attempts to reach the examiner by telephone are unsuccessful, the examiner's supervisor, Bhavesh Mehta, can be reached at (571)272-7453.

Any response to this action should be mailed to: Commissioner for Patents P.O. Box 1450 Alexandria, VA 22313-1450

Or faxed to:

(703) 872-9306 for formal communications,

Hand delivered responses: (Federal Express (Fed Ex),UPS,DHL, Laser, Action, Purolater, etc.)

United States Patent and Trademark Office Customer Service Window Randolph Building 401 Dulany Street Alexandria, VA 22314

Any inquiry of a general nature or relating to the status of this application should be directed to the Tech center 2600 customer service office (571) 272-2600.

> ANDREW W. JOHNS PRIMARY EXAMINER